

Senate Study Bill 1119 - Introduced

SENATE FILE _____
BY (PROPOSED COMMITTEE ON
TRANSPORTATION BILL BY
CHAIRPERSON RIELLY)

A BILL FOR

1 An Act relating to the issuance of a restricted dealer license
2 for the sale of certain motor vehicles.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 322.7, Code 2011, is amended by adding
2 the following new subsection:

3 NEW SUBSECTION. 5. The department may issue a restricted
4 motor vehicle dealer license permitting and limiting the sale
5 of motor vehicles rebuilt or modified by the licensee as
6 provided in section 322.29, subsection 4 or 5. An applicant
7 for a restricted license shall submit a general plan pursuant
8 to section 322.4, subsection 1, paragraph "f", detailing the
9 limited purpose for which the applicant desires to be licensed
10 and the proposed method of doing business. The license shall
11 be restricted to sales of new motor vehicles of the make and
12 model rebuilt as provided in section 322.29, subsection 4,
13 or on which equipment is installed as provided in section
14 322.29, subsection 5, without written authorization from the
15 manufacturer.

16 EXPLANATION

17 This bill authorizes the department of transportation to
18 issue a restricted motor vehicle dealer license to a person who
19 rebuilds new completed motor vehicles by fabricating, altering,
20 adding, or replacing essential parts, components, or equipment
21 for the purpose of building an ambulance, rescue vehicle, fire
22 vehicle, or towing or recovery vehicle, or to a person who
23 installs cranes, hook loaders, buckets, aerial ladders, tanks,
24 or special equipment on new, completed motor trucks with a
25 gross vehicle weight rating of 14,500 pounds or more. The
26 license is restricted to sales of new motor vehicles of the
27 make and model rebuilt or on which the equipment is installed
28 without written authorization from the original manufacturer.

29 The bill requires an applicant for a restricted license
30 to submit a general plan with the application for licensure
31 detailing the proposed use of the license and the business plan
32 the person intends to follow. The issuance of a restricted
33 license is at the discretion of the department under the bill.